



September 21, 2004

Ms. Marlene H. Dortch
Secretary
Office of the Secretary
Federal Communications Commission
445 12th Street, S.W.
Washington, D.C. 20554

***Ex parte* Notice**

Re: Section 272(f)(1) Sunset of the BOC Separate Affiliate and Related Requirements; 2000 Biennial Regulatory Review Separate Affiliate Requirements of Section 64.1903 of the Commission's Rules – WC Docket No. 02-112, CC Docket No. 00-175.

Dear Ms. Dortch:

On September 20, 2004, the undersigned and Laurel Kamen, Co-Chair of the Ad Hoc Telecommunications Users Committee, met with Commissioner Abernathy and her Senior Legal Advisor Matthew Brill to discuss the white paper entitled *Competition in Access Markets: Reality or Illusion*, prepared by Economics and Technology, Inc. and previously filed as an *ex parte* in the above referenced proceeding on August 26, 2004.

The parties discussed the contents of the white paper, focusing on the pricing trends, and astonishingly high rates of return earned by incumbent local exchange carriers ("ILECs"), for special access services and the paper's conclusion that markets for access services are not competitive. The parties also discussed two slides, attached hereto, which describe (i) the dramatic upward pricing trend for ten-mile DS-1s provided by Qwest; and (ii) the relatively small number of buildings in the City of San Francisco to which competitive local exchange carriers ("CLECs") can connect using their own facilities compared to buildings in San Francisco for which CLECs must rely on special access services obtained from incumbent local exchange carriers.



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Notice of *Ex Parte* Meeting

Pursuant to Section 1.1206(b) of the Commission's Rules, 47 C.F.R. § 1.1206(b), copies of this letter and attachments are being filed with the Office of the Secretary.

Sincerely,

A handwritten signature in black ink that reads 'Colleen Boothby'. The signature is written in a cursive, flowing style.

Colleen Boothby

Counsel for
Ad Hoc Telecommunications Users
Committee

Attachments